

DCB BANK

Press Release for Immediate Circulation

DCB Bank announces First Quarter FY 2015 Results

DCB Bank Limited (Formerly Development Credit Bank Ltd.) declared Q1 FY 2015 Net Profit of Rs. 45 Cr.

During the quarter, the Bank had one-off Interest Income of Rs. 30.43 Cr. and a corresponding Tax Expense of Rs. 8.59 Cr. This pertains to Tax Refunds of earlier years.

During Q1 FY 2015, the Bank has made additional provision for specific Standard Advances of Rs. 10.33 Cr.

In the current quarter, adjusted for one-offs, the underlying Profit before Tax was Rs. 39 Cr. as compared to Profit before Tax without one-offs of Rs. 31 Cr. in Q1 FY 2014 (Q1 FY2014 had one-off Treasury gain of Rs. 11.65 Cr.).

Therefore, underlying Profit before Tax in Q1 FY 2015 is approximately 25% higher as compared to same quarter in the previous year.

As on June 30, 2014, the Bank's Deposits grew by 27% and stood at Rs. 10,552 Cr. while Net Advances grew by 28% and stood at Rs. 8,291 Cr. as compared to June 30, 2013.

Capital Adequacy Ratio was at 13.63% under Basel III as on June 30, 2014.

July 14, 2014, Mumbai: The Board of Directors of DCB Bank Ltd. (formerly - Development Credit Bank Ltd.) (BSE: 532772; NSE: DCB) at its meeting in Mumbai on July 14, 2014, took on record the limited reviewed financial results of the first quarter (Q1 FY 2015).

Speaking about the performance **Mr. Murali M. Natrajan**, Managing Director & CEO said, "We have made a good beginning. Increase in branch network is putting some pressure on Cost/Income ratio. NPAs remain in control, however, a few accounts in SME and mid Corporate continue to have payment delays. We have a few challenges in stepping up Fee Income and we are hopeful of improving the same in 6 to 9 months".

Highlights:

- a) DCB Bank Ltd. Net Profit of Rs. 45 Cr. in Q1 FY 2015 as against Net Profit of Rs. 43 Cr. in Q1 FY 2014.
- b) As on June 30, 2014, the Balance Sheet was at Rs. 12,884 Cr. as against Rs. 10,993 Cr. as on June 30, 2013, a growth rate of 17%.
- c) Retail Deposits (Retail CASA and Retail Term Deposits) continued to provide a stable resource base to the Bank. Retail Deposits were at 79% of Total Deposits as on June 30, 2014.
- d) CASA ratio as on June 30, 2014 was at 25.4% as against 27.5% as on June 30, 2013.

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- e) Net Advances grew to Rs. 8,291 Cr. as on June 30, 2014 from Rs. 6,471 Cr. as on June 30, 2013 a growth rate of 28%.
- f) Net Interest Margin for Q1 FY 2015 stands at 3.71% as against 3.44%% for Q1 FY 2014.
- g) Capital Adequacy Ratio (CAR) was at 13.63% as on June 30, 2014 with Tier I at 12.77% and Tier II at 0.86% as per Basel III norms.
- h) The Bank's branch network increased to 134 branches from 101 branches in 84 locations as on June 30, 2014.

DCB Bank Unaudited Results for the Quarter ended June 30, 2014

Rs. Cr.	Q1 FY 2014-15	Q1 FY 2013-14	Q4 FY 2013-14	FY 2013-14
Interest Income	352	261	308	1,128
Interest Expense	(213)	(178)	(208)	(760)
Net Interest Income	139	83	100	368
Non Interest Income	34	45	33	139
Total Income	173	128	133	507
Operating Expenses	(92)	(77)	(83)	(319)
Operating Profit/(Loss)	81	51	50	188
Provisions other than Tax	(23)	(8)	(11)	(37)
Net Profit Before Tax	58	43	39	151
Tax	13	0	0	0
Net Profit After Tax	45	43	39	151

Key Balance Sheet Parameters

Rs. Cr.	June 30, 2014	June 30, 2013	March 31, 2014
Total Assets	12,884	10,993	12,923
Deposits	10,552	8,320	10,325
Advances	8,291	6,471	8,140
Investments	3,540	3,154	3,634
Shareholders' Equity	1,199	1,046	1,154
Gross NPA Ratio	1.78%	3.41%	1.69%
Net NPA Ratio	0.97%	0.84%	0.91%
Coverage Ratio	79.07%	84.56%	80.54%
CASA Ratio	25.38%	27.50%	25.00%
Credit Deposit Ratio	78.58%	77.79%	78.84%

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About DCB Bank

DCB Bank Limited (Formerly Development Credit Bank Ltd.) is a modern emerging new generation private sector bank with 134 branches across 16 states and 2 union territories. It is a scheduled commercial bank regulated by the Reserve Bank of India. It is professionally managed and governed. DCB Bank has contemporary technology and infrastructure including state of the art internet banking for personal as well as business banking customers.

The Bank's business segments are Retail, micro-SMEs, SMEs, mid-Corporate, Microfinance Institutions (MFI), Agriculture, Commodities, Government, Public Sector, Indian Banks, Co-operative Banks and Non Banking Finance Companies (NBFC). DCB Bank has approximately 500,000 customers.

The Bank has deep roots in India since its inception in 1930s. Its promoter and promoter group the Aga Khan Fund for Economic Development (AKFED) and Platinum Jubilee Investments Ltd. holds over 18% stake. AKFED is an international development enterprise. It is dedicated to promoting entrepreneurship and building economically sound companies.

AKFED operates as a network of affiliates with more than 90 separate project companies over 30,000 people. The fund is active in 16 countries in the developing world. AKFED had co-promoted HDFC in India in the late 70s.

For more details please visit www.dcbbank.com & <http://www.akdn.org/akfed>

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